

FEDERAL RESERVE

Factors Affecting Bank Reserves and Condition Statement of F.R. Banks

For immediate release
February 23, 1962

H.4.1

The average of daily figures of total member bank reserves held during the week ended February 21 increased a net of \$14 million to \$19,534 million. Estimate currency and coin of member banks increased \$24 million and their reserve balances at the Federal Reserve Banks decreased \$10 million. Estimated required reserves increased \$18 million; and estimated excess reserves decreased \$4 million to \$493 million. Excess reserves exceeded member bank borrowings at the Federal Reserve Banks by \$421 million, compared with the revised figure of \$427 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were a decrease of \$513 million in U. S. Government securities bought outright and an increase of \$141 million in "other" F. R. accounts (net). The principal offsetting changes were increases of \$605 million in Federal Reserve float and \$28 million in U. S. Government securities held under repurchase agreement. Total Reserve Bank credit increased \$122 million.

As of Wednesday, February 21, holdings of U. S. Government securities bought outright were \$145 million lower than a week earlier and member bank borrowings were \$41 million lower. Outright holdings of bills, notes, and bonds decreased \$85 million, \$3,313 million, and \$29 million, respectively, and certificates increased \$3,282 million. The increase in certificates and the decrease in notes largely reflected the February 15 exchange of four issues of notes for \$3,306 million of new certificates and \$1,500 million of the new issue of 4½ year notes.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, Feb. 21, 1962
	Week ended Feb. 21, 1962	Change from week ended		
		Feb. 14, 1962	Feb. 22, 1961	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright*-System account	28,062	-513	+1,473	28,043
Held under repurchase agreement	28	+ 28	- 123	--
Acceptances--				
Bought outright	46	--	--	45
Held under repurchase agreement	--	--	- 4	--
Discounts and advances--				
Member bank borrowings	72	+ 2	- 35	118
Other	50	--	+ 41	50
Float	1,655	+605	+ 329	1,319
Total Reserve Bank credit	<u>29,913</u>	<u>+122</u>	<u>+1,681</u>	<u>29,575</u>
Gold stock	16,790	+ 1	- 595	16,790
Treasury currency outstanding	5,586	+ 1	+ 181	5,587
	<u>52,289</u>	<u>+124</u>	<u>+1,267</u>	<u>51,952</u>
Currency in circulation	32,870	- 18	+1,013	32,894
Treasury cash holdings	447	- 1	+ 23	440
Treasury deposits with F. R. Banks	433	- 11	- 63	464
Foreign deposits with F. R. Banks	197	--	+ 25	190
Other deposits with F. R. Banks	274	+ 22	- 118	265
Other F. R. accounts (net)	1,163	+141	+ 70	1,151
	<u>35,385</u>	<u>+133</u>	<u>+ 951</u>	<u>35,404</u>
Member bank reserves:				
With Federal Reserve Banks	16,904	- 10	+ 317	16,547
Currency and coin (estimated)	2,630	+ 24	+ 172	2,896
Total reserves held	<u>19,534</u>	<u>+ 14</u>	<u>+ 489</u>	<u>19,443</u>
Required reserves (estimated)	19,041	+ 18	+ 721	19,021
Excess reserves (estimated)	493	- 4	- 232	422

On February 21, 1962, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$5,514 million, an increase of \$2 million for the week and a decrease of \$366 million from the comparable date a year ago.

**CONSOLIDATED STATEMENT OF CONDITION
OF THE TWELVE FEDERAL RESERVE BANKS
(In millions of dollars)**

	Feb. 21, 1962	Change since	
		Feb. 14, 1962	Feb. 22, 1961
<u>A S S E T S</u>			
Gold certificate account	15,371	- 2	- 656
Redemption fund for F. R. notes	1,152	+ 2	+ 102
<u>Total gold certificate reserves</u>	<u>16,523</u>	<u>--</u>	<u>- 556</u>
	*		
Cash	(555) 488	+ 13	- 2
Discounts and advances	168	- 41	- 146
Acceptances:			
Bought outright	45	--	- 1
Held under repurchase agreement	--	--	- 4
U. S. Government securities:			
Bought outright--			
Bills	2,598	- 85	+ 2
Certificates	4,955	+3,282	- 502
Notes	16,728	-3,313	+ 737
Bonds	3,762	- 29	+1,220
<u>Total bought outright</u>	<u>28,043</u>	<u>- 145</u>	<u>+1,457</u>
Held under repurchase agreement	--	--	- 115
<u>Total U. S. Government securities</u>	<u>28,043</u>	<u>- 145</u>	<u>+1,342</u>
<u>Total loans and securities</u>	28,256	- 186	+1,191
Cash items in process of collection	(1,200) 5,065	- 397	+ 612
Bank premises	111	+ 1	+ 2
Other assets	197	- 153	+ 64
<u>TOTAL ASSETS</u>	<u>(1,675) 50,640</u>	<u>- 722</u>	<u>+1,311</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(555) 27,969	- 27	+ 886
Deposits:			
Member bank reserves	16,547	- 211	- 28
U. S. Treasurer--general account	464	+ 17	- 75
Foreign	190	- 15	+ 18
Other	265	+ 5	- 187
<u>Total deposits</u>	<u>17,466</u>	<u>- 204</u>	<u>- 272</u>
Deferred availability cash items	(1,120) 3,746	- 505	+ 571
Other liabilities and accrued dividends	64	- 1	+ 27
<u>TOTAL LIABILITIES</u>	<u>(1,675) 49,245</u>	<u>- 737</u>	<u>+1,212</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	451	+ 1	+ 32
Surplus	888	--	+ 71
Other capital accounts	56	+ 14	- 4
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	<u>(1,675) 50,640</u>	<u>- 722</u>	<u>+1,311</u>
Ratio of gold certificate reserves to deposit and F. R. note liabilities combined (com- puted from figures as shown on the fol- lowing pages--not consolidated)	35.9%	+ .2%	- 1.5%
Contingent liability on acceptances purchased for foreign correspondents	110	- 4	- 77
* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on following pages.			

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, FEBRUARY 21, 1962

(Acceptances and securities held under repurchase agreement are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

	Discounts and advances	Acceptances	U. S. Government securities	
			Holdings	Changes during week
Within 15 days	117	13	428	- 4,780
16 days to 90 days	51	32	3,197	- 73
91 days to 1 year	*	--	11,847	+3,401
Over 1 year to 5 years	--	--	10,078	+1,307
Over 5 years to 10 years	--	--	2,227	--
Over 10 years	--	--	266	--
<u>Total</u>	<u>168</u>	<u>45</u>	<u>28,043</u>	<u>- 145</u>

* Less than \$500,000

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON FEBRUARY 21, 1962

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
(In millions of dollars)													
<u>A S S E T S</u>													
Gold certificate account	15,371	716	3,837	838	1,231	1,085	776	2,576	616	347	709	641	1,999
Redemption fund for F. R. notes	1,152	68	274	72	103	88	69	209	49	27	50	37	106
<u>Total gold certificate reserves</u>	16,523	784	4,111	910	1,334	1,173	845	2,785	665	374	759	678	2,105
F. R. notes of other Banks	555	27	148	42	45	29	74	42	20	18	17	46	47
Other cash	488	32	102	31	42	33	38	82	27	12	14	16	59
Discounts and advances	168	8	52	7	7	3	14	30	11	2	12	7	15
Acceptances:													
Bought outright	45	--	45	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	2,598	138	643	150	221	164	143	444	105	55	113	106	316
Certificates	4,955	264	1,225	286	420	314	272	847	200	106	216	201	604
Notes	16,728	891	4,137	966	1,418	1,059	920	2,858	675	359	729	679	2,037
Bonds	3,762	200	930	218	319	238	207	643	151	81	164	153	458
Total	28,043	1,493	6,935	1,620	2,378	1,775	1,542	4,792	1,131	601	1,222	1,139	3,415
Held under repurchase agreement	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	28,043	1,493	6,935	1,620	2,378	1,775	1,542	4,792	1,131	601	1,222	1,139	3,415
<u>Total loans and securities</u>	28,256	1,501	7,032	1,627	2,385	1,778	1,556	4,822	1,142	603	1,234	1,146	3,430
Cash items in process of collection	6,185	478	1,243	380	481	432	482	982	256	172	340	271	668
Bank premises	111	4	9	4	8	6	14	24	7	5	6	13	11
Other assets	197	10	47	11	16	13	12	34	7	5	9	9	24
TOTAL ASSETS	52,315	2,836	12,692	3,005	4,311	3,464	3,021	8,771	2,124	1,189	2,379	2,179	6,344

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
(In millions of dollars)													
LIABILITIES													
Federal Reserve notes	28,524	1,669	6,596	1,839	2,557	2,296	1,625	5,242	1,232	573	1,169	835	2,891
Deposits:													
Member bank reserves	16,547	676	4,471	734	1,175	717	861	2,465	612	407	847	976	2,606
U. S. Treasurer-general account	464	26	75	32	13	24	42	67	19	32	39	51	44
Foreign	190	9	1/52	11	18	9	10	26	6	4	8	11	26
Other	265	*	213	2	*	3	2	3	1	1	2	*	38
<u>Total deposits</u>	<u>17,466</u>	<u>711</u>	<u>4,811</u>	<u>779</u>	<u>1,206</u>	<u>753</u>	<u>915</u>	<u>2,561</u>	<u>638</u>	<u>444</u>	<u>896</u>	<u>1,038</u>	<u>2,714</u>
Deferred availability cash items	4,866	388	891	303	411	347	403	760	203	138	253	224	545
Other liabilities and accrued dividends	64	3	16	4	6	4	3	11	3	2	2	3	7
TOTAL LIABILITIES	50,920	2,771	12,314	2,925	4,180	3,400	2,946	8,574	2,076	1,157	2,320	2,100	6,157
CAPITAL ACCOUNTS													
Capital paid in	451	21	122	26	42	21	24	63	16	10	19	26	61
Surplus	888	42	243	51	83	40	47	124	31	20	37	50	120
Other capital accounts	56	2	13	3	6	3	4	10	1	2	3	3	6
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	52,315	2,836	12,692	3,005	4,311	3,464	3,021	8,771	2,124	1,189	2,379	2,179	6,344
Contingent liability on acceptances purchased for foreign correspondents	110	5	2/30	6	10	5	6	15	4	3	5	6	15
FEDERAL RESERVE AGENTS' ACCOUNTS													
F. R. notes outstanding	29,847	1,737	6,911	1,907	2,731	2,376	1,708	5,389	1,292	651	1,201	907	3,037
Collateral for F. R. notes:													
Gold certificate account	8,159	525	1,600	530	770	735	425	1,500	369	160	310	235	1,000
Eligible paper	23	--	--	4	--	--	--	--	9	--	10	--	--
U. S. Government securities	23,090	1,270	5,600	1,500	2,050	1,665	1,400	4,100	990	510	950	755	2,300
<u>Total collateral</u>	<u>31,272</u>	<u>1,795</u>	<u>7,200</u>	<u>2,034</u>	<u>2,820</u>	<u>2,400</u>	<u>1,825</u>	<u>5,600</u>	<u>1,368</u>	<u>670</u>	<u>1,270</u>	<u>990</u>	<u>3,300</u>

1/ After deducting \$138 million participations of other Federal Reserve Banks.

2/ After deducting \$80 million participations of other Federal Reserve Banks.

*Less than \$500,000.